

Agua Fria Water District
(Name of Service Area)

Table of Contents

G-1	General Water Service	1 – Original
PI - 1	Public Interruptible	2 – Original
FP-1	Private Fire Protection	3 – Original
R-2	Reserved	4 – Original
R-3	Reserved	5 – Original
R-4	Reserved	6 – Original
R-5	Reserved	7 – Original
NP-1	Non-Potable Water Service –Unrestricted Source	8 – Original
WHU-1	Water Facilities Hook-Up Fee	9 – Original
MISC-1	Miscellaneous Service Charges	10 – Original
GW-1	Groundwater Withdrawal Fees	11 – Original
APHU-1	Central Arizona Project Hook-Up Fee	12 – Original
	Rules and Regulations	ACC No. 1 Thru ACC No. 40

ORIGINAL

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
Month Day Year Month Day Year
ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Agua Fria Water District
(Name of Service Area)

ORIGINAL

General Water Rate G-1

Availability

Available for all metered residential, commercial, industrial and public authority customers served by the Company.

Schedule of Charges

Meter Size	Monthly Usage Charge	Tier One		Tier Two		Tier Three	
		Commodity Rate (per 1,000 gallons)	Upper Limit (gallons)	Commodity Rate (per 1,000 gallons)	Second Tier Breakover (gallons)	Commodity Rate (per 1,000 gallons)	Third Tier Breakover (gallons)
Residential 3/4-inch	\$9.08	\$1.3800	4,000	\$2.0600	13,000	\$2.4870	Infinite
Residential 3/4-inch	9.08	1.3800	4,000	2.0600	13,000	2.4870	Infinite
Commercial 3/4-inch	9.08	2.0600	13,000	2.4870	Infinite		
Commercial 3/4-inch	9.08	2.0600	13,000	2.4870	Infinite		
1-inch	23.24	2.0600	45,000	2.4870	Infinite		
1.5-inch	48.58	2.0600	100,000	2.4870	Infinite		
2-inch	72.86	2.0600	150,000	2.4870	Infinite		
3-inch	142.55	2.0600	300,000	2.4870	Infinite		
4-inch	191.75	2.0600	400,000	2.4870	Infinite		
6-inch	369.55	2.0600	800,000	2.4870	Infinite		
8-inch	726.26	2.0600	1,500,000	2.4870	Infinite		
Prison 4"	191.75	1.9300	Infinite				

Note: Prison 4" rate available only to the Perryville State Prison.

Terms and Conditions

Water service provided under this rate schedule is subject to this District's Rules and Regulations applicable to Water Service and may be subject to this District's Miscellaneous Service Charges set forth in Rate Schedule MISC-1.

Water service under this Schedule is for the exclusive use of the Customer and water shall not be resold or provided to others.

All rates in this Schedule shall be subject to their proportionate part of any taxes or other governmental imposts which are assessed directly or indirectly on the basis of revenues derived from service under this Schedule, or on the basis of the service provided or the volume of water produced, purchased or sold.

A 1½% late payment penalty will be applied to account balances not paid within twenty-five (25) days after the postmark date of the bill in accordance with Rule 8 (H).

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004
Month Day Year

EFFECTIVE: July 1, 2004
Month Day Year

ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Arizona American Water Company
(Name of Company)

Original

SHEET NO. 2
SHEET NO. _____

Aqua Fria Water District
(Name of Service Area)

ORIGINAL

Public Interruptible Water Service PI-1

Availability

Available only to the City of Surprise as an emergency or temporary supply as may be required by the municipality to augment its primary sources of supply.

Schedule of Charges

Meter Size	Commodity Rate (per 1,000 gallons)
2-inch	1.0000
3-inch	1.0000
6-inch	1.0000
8-inch	1.0000
10-inch	1.0000

Terms and Conditions

Water supplied in accordance with Terms and Conditions outlined in the Mutual Assistance Agreement between the City of Surprise and Arizona American Water Company.

APPROVED FOR FILING

DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
Month Day Year Month Day Year
ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Agua Fria Water District
(Name of Service Area)

ORIGINAL

Private Fire Protection FP-1

Private Fire

Line Size	Monthly Usage Charge	Tier One	
		Commodity Rate (per 1,000 gallons)	Upper Limit
4-inch	\$27.25	1.3800	Infinite
6-inch	40.86	1.3800	Infinite
8-inch	54.48	1.3800	Infinite
10-inch	108.96	1.3800	Infinite
12-inch	163.44	1.3800	Infinite

Terms & Conditions

Water service provided under this rate schedule is subject to this District's Rules and Regulations applicable to Water Service and may be subject to this District's miscellaneous service charges set forth in Rate Schedule MISC-1.

Water service under this Schedule is for the exclusive use of the Customer and water shall not be resold or provided to others.

All rates in this Schedule shall be subject to their proportionate part of any taxes or other governmental imposts which are assessed directly or indirectly on the basis of revenues derived from service under this Schedule, or on the basis of the service provided or the volume of water produced, purchased or sold.

A 1½% late payment penalty will be applied to account balances not paid within twenty-five (25) days after the postmark date of the bill in accordance with Rule 8 (H).

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
 Month Day Year Month Day Year
 ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Arizona American Water Company
(Name of Company)

Original

SHEET NO. 4
SHEET NO. _____

Agua Fria Water District
(Name of Service Area)

Reserved - 2

ORIGINAL

APPROVED FOR FILING
DECISION #: 67093

ISSUED:

July 1, 2004

EFFECTIVE:

July 1, 2004

Month Day Year

Month Day Year

ISSUED BY:

David Stephenson, Rate Regulation Manager

19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Arizona American Water Company
(Name of Company)

Original

SHEET NO. 5
SHEET NO. _____

Aqua Fria Water District
(Name of Service Area)

Reserved - 3

ORIGINAL

APPROVED FOR FILING

DECISION #: 67093

ISSUED: July 1, 2004
Month Day Year

EFFECTIVE: July 1, 2004
Month Day Year

ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Arizona American Water Company
(Name of Company)

Original

SHEET NO. 6
SHEET NO. _____

Agua Fria Water District
(Name of Service Area)

Reserved - 4

ORIGINAL

APPROVED FOR FILING
DECISION #: 67093

ISSUED:

July 1, 2004

EFFECTIVE:

July 1, 2004

Month Day Year

Month Day Year

ISSUED BY:

David Stephenson, Rate Regulation Manager

19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Arizona American Water Company
(Name of Company)

Original

SHEET NO. 7

SHEET NO. _____

Agua Fria Water District
(Name of Service Area)

Reserved - 5

ORIGINAL

APPROVED FOR FILING

DECISION #: 67093

ISSUED:

July 1, 2004

EFFECTIVE:

July 1, 2004

Month Day Year

Month Day Year

ISSUED BY:

David Stephenson, Rate Regulation Manager

19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

ORIGINAL

Nonpotable Water Service – Unrestricted Source NP-1

Availability

Available to large turf and landscape irrigators for use on golf courses, lakes, school grounds, park lands, right of ways, and similar large open spaces. Also available to land developers and their contractors and sub-contractors for use on large construction projects which require significant amounts of dirt moving, grading, trenching or other water intensive construction activities.

Rates

All Consumption	Rate per 1,000 gallons	\$0.62
-----------------	------------------------	--------

Special Conditions

The water provided under this tariff is untreated groundwater, raw surface water or reclaimed sewage effluent and is not suitable for human consumption or bodily contact. Water provided under this tariff should be used only for irrigation. Water will be made available for construction uses only to the extent it is not needed to serve other classes of customers.

Each customer shall be required to enter into Nonpotable Water Service Agreement with the Company prior to establishment of service in accordance with Rule No. 12.

Terms & Conditions

Water service provided under this rate schedule is subject to this District's Rules and Regulations applicable to Water Service and may be subject to this District's miscellaneous service charges set forth in Rate Schedule MISC -1 and.

All rates in this Schedule shall be subject to their proportionate part of any taxes or other governmental imposts which are assessed directly or indirectly on the basis of revenues derived from service under this Schedule, or on the basis of the service provided or the volume of water produced, purchased or sold.

A 1½% late payment penalty will be applied to account balances not paid within twenty-five (25) days after the postmark date of the bill in accordance with Rule 8 (H).

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
Month Day Year Month Day Year
ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Arizona American Water Company
(Name of Company)

Agua Fria Water District
(Name of Service Area)

ORIGINAL**Water Facilities Hook-Up Fee WHU - 1****Applicability**

Applicable to all new potable water Service Connections within the Company's CC&N, except those potable water Service Connections constructed pursuant to a Line Extension Agreement executed prior to November 10, 2003 that required the developer to fund or install the Off-Site Facilities necessary for Company to provide potable water service to the potable water Service Connection, provided, however, that the necessary Off-Site Facilities have actually been funded or installed.

Purpose

The purpose of the hook-up fee pursuant to this tariff is to equitably apportion the costs of constructing additional facilities to provide water production, treatment, transmission, storage, pressure and flow among all new Service Connections.

Definitions

Unless the context otherwise requires, the definitions set forth in Rule No. 1 shall apply in interpreting this tariff schedule. The following additional definitions apply to this tariff schedule only.

"Main Extension Agreement" means any agreement whereby an Applicant agrees to advance the costs of the installation of on-site water facilities (including distribution mains, valves, fittings, hydrants and other improvements in accordance with Rule No. 5) to the Company to serve new service connections, or install on-site water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Arizona Corporation Commission (same as line extension agreement).

"Off-Site Facilities" means treatment facilities, wells, transmission lines, storage tanks and related appurtenances necessary for proper operation, including engineering and design costs. Off-site facilities may also include booster pumps, pressure tanks, distribution mains and related appurtenances necessary for proper operation, if these facilities are not for the exclusive use of the applicant but rather those facilities will provide regional or system wide benefits.

"Service Connection" means and includes all service connections for residential, commercial, industrial, or other uses, regardless of meter size.

APPROVED FOR FILING

DECISION #: 67093

ISSUED:

July 1, 2004

EFFECTIVE:

July 1, 2004

Month Day Year

Month Day Year

ISSUED BY:

David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

ORIGINAL

Water Facilities Hook-Up Fee WHU - 1 (continued)

Rates

Each new service connection shall pay the Water Facilities Hook-up Fee indicated below based on the meter size to be installed:

Water Facilities Hook-Up Fee		
Meter Size	Factor	Total Hook-Up Fee
5/8" x 3/4"	1.0	\$1,150.00
3/4"	1.5	\$1,725.00
1"	2.5	\$2,875.00
1 1/2"	5.0	\$5,750.00
2"	8.0	\$9,200.00
3"	16.0	\$18,400.00
4"	25.0	\$28,750.00
6"	50.0	\$57,500.00
8"	100.0	\$115,000.00

Special Conditions

Assessment of One Time Hook-Up Charge: The hook-up fee may be assessed only once per Service Connection, or residential lot within a platted subdivision (similar to meter and service line installation charges). However, this provision does not exempt from the hook-up fee, any newly created parcel(s) resulting from further subdivision of a lot or land parcel and which do not have a Service Connection.

2. Time of Payment:

- In the event that the Applicant is required to enter into a Main Extension Agreement payment of the charges required hereunder shall be made by the Applicant when operational acceptance is issued for the on-site water facilities constructed to serve the improvement.
- In the event that the Applicant is not required to enter into a main extension agreement, the charges hereunder shall be due and payable at the time a meter is requested to be set for service to the property.

3. Failure to Pay Charges; Delinquent Payments: Under no circumstances will the Company set a meter or otherwise allow service to be established if the Applicant has not paid in full all charges as provided by this Water Facilities Hook-Up Fee tariff.

4. Off-Site Hook-Up Fees In Addition to Other Charges: The off-site hook-up fees shall be in addition to any costs associated with a main extension agreement for on-site facilities, and are in addition to the amounts to be paid pursuant to charges authorized under other tariffs.

APPROVED FOR FILING

DECISION #: 67093

ISSUED: July 1, 2004
Month Day Year

EFFECTIVE: July 1, 2004
Month Day Year

ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Arizona American Water Company
(Name of Company)

Aqua Fria Water District
(Name of Service Area)

ORIGINAL**Water Facilities Hook-Up Fee WHU - 1 (continued)**

5. Use of and accounting for Water Facilities Hook-up Fee: Proceeds from the hook-up fee shall be accounted for as a contribution in aid of construction. As such, they will be treated as an offset to the cost of Off-Site Facilities included in rate base in any future ratemaking proceeding. The Company shall maintain on its books an accounting of the Water Facilities Hook-up Fees collected pursuant to this tariff and an accounting of the Off-Site Facilities constructed subsequent to adoption of this tariff.
6. Disposition of Excess Funds: After all necessary and desirable Off-Site Facilities are constructed or the Water Facilities Hook-Up Fee has been terminated by order of the Arizona Corporation Commission (Commission), any Water Facilities Hook-Up Fees collected in excess of the total amount expended by the Company for construction of Off-Site Facilities shall be refunded. The Commission shall determine the manner of the refund at the time a refund becomes necessary.

Sizing of Water Meters: Residential water meters through 1" in size shall be sized in accordance with Company requirements as detailed in the most recent version of the Company's Development Guide. Large residential and all commercial water meters shall be sized in accordance with the Uniform Plumbing Code, latest edition.

APPROVED FOR FILING

DECISION #: 67093

ISSUED:

July 1, 2004

EFFECTIVE:

July 1, 2004

Month Day Year

Month Day Year

ISSUED BY:

David Stephenson, Rate Regulation Manager19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Miscellaneous MISC-1

ORIGINAL

This District is authorized to charge the following miscellaneous service fees:

Service Establishment, Reestablishment and/or Reconnection Charge

As provided for in Rule No. 2 (D), the Company will charge the following rates for the establishment or reestablishment and/or reconnection of Water Utility Service:

- | | |
|----------------------------------|----------|
| 1. During normal business hours. | \$ 30.00 |
| 2. During non-business hours. | \$ 40.00 |

Insufficient Funds (NSF) Check Charge

As provided for in Rule No. 8 (F), the Company will charge the customer \$10.00 for each instance the customer tenders payment for service with insufficient funds check.

Customer Requested Meter Reread Charge

As provided for in Rule No. 7 (C), the Company will charge the customer \$5.00 for customer requested meter rereading, provided that the original reading was not in error.

Meter Test Charge

As provided for in Rule No. 7 (F), the Company will charge the customer \$10.00 for testing a meter upon the customer's request. However, if the meter is found to be over-registering by more than three percent (3%), no meter testing fee will be charged to the customer.

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
Month Day Year Month Day Year
ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

ORIGINAL

Miscellaneous MISC-1 (continued)

Service and Meter Installation Charges

As provided for in Rule No. 4 (B), this District will charge the customer, as a refundable advance in aid of construction, an amount for each meter and service line as specified below:

1. Service Installations:

<u>Meter Size</u>	<u>Rate</u>
5/8"	\$370.00
3/4"	370.00
1"	420.00
1 1/2"	450.00
2"	580.00
3"	765.00
4"	1,120.00
6"	6,020.00

Over 6" – charges are to be equal to actual total costs of installation.

2. Meter Installations:

<u>Meter Size</u>	<u>Rate</u>
5/8"	\$130.00
3/4"	205.00
1"	240.00
1 1/2"	450.00
2"	1,640.00
3"	2,195.00
4"	3,145.00
6"	6,120.00

Over 6" – charges are to be equal to actual total costs of installation.

Special Conditions

Company shall collect income taxes on the meter and service line charges. Any tax collected will be refunded each year that the meter deposit is refunded.

APPROVED FOR FILING
DECISION #: 67093

ISSUED: July 1, 2004 EFFECTIVE: July 1, 2004
Month Day Year Month Day Year
ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

Original

SHEET NO. 11

SHEET NO. _____

Arizona American Water Company
(Name of Company)

Agua Fria Water District
(Name of Service Area)

ORIGINAL

Groundwater Withdrawal Fee GW-1

Special Conditions

This charge will be assessed as a separate line item on the customers' monthly bill.

Groundwater withdrawal fees shall be collected as an assessment and is subject to annual revisions as required due to changes in rates charged by the Arizona Department of Water Resources (ADWR); adjustments required due to small under or over collection of fees; and changes in the amount of groundwater the company uses to meet its customers water demands.

This assessment fee is based on published ADWR Groundwater Withdrawal Fees and includes an allowance of ten percent (10%) for lost and unaccounted for water.

APPROVED FOR FILING
DECISION # 67093

ISSUED: July 1, 2004
Month Day Year

EFFECTIVE: July 1, 2004
Month Day Year

ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093

ORIGINAL

Central Arizona Project Hook-up Fee CAPHU-1

Applicability

Applicable to all developers and builders of residential and commercial subdivisions, lots, facilities, structures, units, or other uses that require water service under General Water Rate G-1.

Residential

	<u>Age Restricted Dwellings</u>	<u>Other Dwellings</u>
One time charge per dwelling unit	\$150.00	\$ 257.00

Commercial

One time charge of \$150.00 per Equivalent Residential Unit (ERU) calculated as follows:

<u>Meter Size</u>	<u>ERUs</u>	<u>Total Fee</u>
5/8" x 3/4"	1.0	\$150.00
3/4"	1.5	\$225.00
1"	2.5	\$375.00
1 1/2"	5.0	\$750.00
2"	8.0	\$1,200.00
3"	16.0	\$2,400.00
4"	25.0	\$3,750.00
6"	50.0	\$7,500.00
8"	100.0	\$15,000.00

Terms and Conditions

Age Restricted Dwellings are those residential units which have been legally granted an age restricted overlay zoning by the governmental body having jurisdiction.

The hook-up fee shall be due and payable in full by the developer or builder prior to water service first being provided to the site of the lot, facility, structure, unit or other water use. For subdivisions, the hook-up fee shall be due and payable in full for the entire subdivision prior to the first lot taking water service. For subdivisions where construction of water infrastructure is phased in accordance with an approved Line Extension Agreement, the hook-up fee will be due and payable in full for each phase of the subdivision prior to the first lot in said phase taking water service.

APPROVED FOR FILING

DECISION #: 67093

ISSUED: July 1, 2004
Month Day Year

EFFECTIVE: July 1, 2004
Month Day Year

ISSUED BY: David Stephenson, Rate Regulation Manager
19820 N. 7th St., Suite 201, Phoenix, Arizona 85024

Decision No. 67093